



To the Honorable Mayor and City Council:

Introduction

Presented is the Cash Basis Financial Report for the fiscal year ending June 30, 2016. This report summarizes the financial activity for the previous fiscal year and presents the actual financial activity against the adopted and revised budget. Included are revenue and expenditure comparisons and fund balance summaries for all major operating funds.

Initial preparation of the fiscal year 2016 budget began in the summer of 2014 with the Council goal setting retreat. The original budget was later adopted by City Council in March 2015. The budget was amended in March 2016 and again in May 2016. The final amended budget is referred to as the revised budget. With the State Annual Financial Report (AFR) yet to be completed and the Comprehensive Annual Financial Report (CAFR) and the annual audit yet to come, it takes over two years to complete one budget cycle.

The information presented is the same information that will be reported to the State, which is used to measure the City's budgetary compliance. The State mandated legal level of control, the budget detail level at which actual expenditures cannot exceed the authorized appropriations, is the program level. The program level is generally not fund specific but instead made up of multiple funds or portions of funds. Under the State's regulations there are nine programs. They are public safety, health and social services, culture and recreation, public works, community and economic development, general government, debt service, business type activities/enterprise and capital projects. The City's expenditures for the year ended June 30, 2016, are within the authorized appropriations for all nine of the programs and are in compliance with State regulations.

The financial information presented is on a cash basis, the City's budget basis, and is not in conformance with generally accepted accounting principles (GAAP). This information should only be used for internal and State reporting purposes. The CAFR for fiscal year 2016 will be issued in December 2016 and will present the City's financial activity in accordance with GAAP and will be used for reporting the City's financial activities to bondholders, federal agencies and other interested parties.

Financial Overview

The City's fund balance as of June 30, 2016, was 16.27% higher than fund balance as of June 30, 2015. In total, fund balance increased by \$11,959,511 from \$73,500,766 to \$85,460,277. Although fund balance increased by \$11,959,511, operating reserves increased by \$6,152,282 and capital reserves increased by \$5,807,229.

When reviewing fund balance, it is important to differentiate between the two types of reserves, operating and capital. Operating reserves are necessary to maintain cash flow during the winter and summer months so that operations are not halted and short-term borrowing is not required. Operating reserves, especially in the enterprise funds, also are necessary to help finance future capital projects. Using reserves rather than borrowing saves money in the long term which helps keep taxes and utility

rates low. Growth in the operating fund balance is essential to maintaining the financial integrity of the operating funds. Capital reserves are expected to decrease as projects are completed.

The following fund balance by fund, fund balance summary by fund, revenue summary by fund and expenditure summary by fund tables provide an overall financial picture as of June 30, 2016.

City of Ankeny, Iowa
Fund Balance by Fund
Fiscal Year 2015/2016

Fund	Actual Fund Balance July 1, 2015	Revenues	Transfers In	Expenditures	Transfers Out	Actual Fund Balance June 30, 2016	Increase (Decrease) Fund Balance
General:							
General	\$ 14,960,077	\$ 27,322,650	\$ 848,638	\$ 22,223,098	\$ 3,867,112	\$ 17,041,155	\$ 2,081,078
Hotel/Motel Tax	374,570	26,608	1,367,112	836,177	427,972	504,141	129,571
Special Revenue:	-	-	-	-	-	-	-
Fire Gift	31,718	1,065	-	2,333	-	30,450	(1,268)
Hawkeye Park Player Fees	32,587	11,229	-	3,823	-	39,993	7,406
Police Gift	8,266	21,479	-	27,460	-	2,285	(5,981)
Road Use Tax	3,531,697	6,140,426	-	4,197,341	-	5,474,782	1,943,085
Police Seizure	93,171	11,595	-	29,184	-	75,582	(17,589)
Tax Increment Financing	1,151,414	7,349,938	-	1,089,372	5,983,682	1,428,298	276,884
Police and Fire Retirement	1,255,134	1,395,945	-	1,416,168	-	1,234,911	(20,223)
Landfill Postclosure	154,856	230	-	-	12,120	142,966	(11,890)
Library Foundation	23,518	11,365	-	9,593	-	25,290	1,772
Park Dedication	407,100	95,666	-	4,992	-	497,774	90,674
Sports Complex Foundation	37,066	17,348	-	-	-	54,414	17,348
Ankeny Garden Club	7,942	1,773	-	264	-	9,451	1,509
Recreation Activities	-	-	-	-	-	-	-
Dog Park	2,151	102	-	675	-	1,578	(573)
Keep Ankeny Beautiful	-	-	-	-	-	-	-
Civic Trust	154	511,004	-	-	487,158	24,000	23,846
Ankeny Community Foundation	934,164	529,759	-	5,462	1,124,438	334,023	(600,141)
Debt Service	3,862,519	15,594,587	8,646,720	24,919,262	-	3,184,564	(677,955)
Enterprise:	-	-	-	-	-	-	-
Solid Waste	77,836	670,754	12,120	637,568	-	123,142	45,306
Water	6,158,484	9,499,890	378	7,093,218	2,049,349	6,516,185	357,701
Sewer	12,053,234	14,781,219	-	10,216,439	2,466,290	14,151,724	2,098,490
Storm Water	1,493,616	1,904,842	-	670,637	1,501,395	1,226,426	(267,190)
Golf Course	234,003	1,812,940	-	1,663,417	-	383,526	149,523
Capital Project:	-	-	-	-	-	-	-
Special Assessments	718,956	219,788	-	-	-	938,744	219,788
Capital Projects	21,024,530	11,278,991	7,044,548	12,736,098	-	26,611,971	5,587,441
Total Budgeted Funds	\$ 68,628,763	\$ 99,211,193	\$ 17,919,516	\$ 87,782,581	\$ 17,919,516	\$ 80,057,375	\$ 11,428,612
Trust & Agency:							
Contractor's Bonds	\$ 46,017	\$ -	\$ -	\$ -	\$ -	\$ 46,017	\$ -
Ankeny Community Foundation	-	-	-	-	-	-	-
Internal Service:	-	-	-	-	-	-	-
Revolving	334,177	825,410	-	773,597	-	385,990	51,813
Risk Management	642,024	1,013,872	-	949,286	-	706,610	64,586
Health Insurance	1,936,622	3,063,090	-	2,993,018	-	2,006,694	70,072
Sustainability Revolving	13,798	2,404	-	-	-	16,202	2,404
Economic Development Revolving	208,078	103,483	-	100,000	-	211,561	3,483
Equipment Reserve	1,691,287	383,220	-	44,679	-	2,029,828	338,541
Total Unbudgeted Funds	\$ 4,872,003	\$ 5,391,479	\$ -	\$ 4,860,580	\$ -	\$ 5,402,902	\$ 530,899
Total All Funds	\$ 73,500,766	\$ 104,602,672	\$ 17,919,516	\$ 92,643,161	\$ 17,919,516	\$ 85,460,277	\$ 11,959,511

City of Ankeny, Iowa
Fund Balance Summary by Fund
Fiscal Year 2015/2016

Fund	2012-13 Actual	2013-14 Actual	2014-15 Actual	2015-16 Budget	2015-16 Revised	2015-16 Actual	Over/(Under) Budget	Percent
General:								
General	\$ 10,477,739	\$ 12,669,357	\$ 14,960,077	\$ 14,740,005	\$ 15,162,050	\$ 17,041,155	\$ 1,879,105	112.39%
Hotel/Motel Tax	473,151	219,524	374,570	302,534	425,055	504,141	79,086	118.61%
Special Revenue:								
Fire Gift	33,706	32,641	31,718	30,641	31,718	30,450	(1,268)	96.00%
Hawkeye Park Player Fees	21,569	27,869	32,587	34,869	37,587	39,993	2,406	106.40%
Police Gift	2,257	2,261	8,266	2,261	2,266	2,285	19	100.84%
Road Use Tax	2,916,540	3,185,150	3,531,697	3,020,261	4,833,438	5,474,782	641,344	113.27%
Police Seizure	101,862	100,280	93,171	63,038	68,001	75,582	7,581	111.15%
Tax Increment Financing	794,457	1,032,768	1,151,414	536,736	1,145,030	1,428,298	283,268	124.74%
Police and Fire Retirement	1,100,812	1,397,559	1,255,134	1,194,522	1,224,732	1,234,911	10,179	100.83%
Landfill Postclosure	173,727	162,348	154,856	126,348	136,856	142,966	6,110	104.46%
Library Foundation	30,713	18,403	23,518	18,403	19,518	25,290	5,772	129.57%
Park Dedication	352,639	379,584	407,100	388,784	446,700	497,774	51,074	111.43%
Sports Complex Foundation	18,250	25,425	37,066	33,425	51,066	54,414	3,348	106.56%
Ankeny Garden Club	10,850	6,771	7,942	3,771	7,942	9,451	1,509	119.00%
Recreation Activities	13,654	8,675	-	-	-	-	-	
Dog Park	323	334	2,151	834	1,551	1,578	27	101.74%
Keep Ankeny Beautiful	-	-	-	-	-	-	-	
Civic Trust	205	180	154	811,545	-	24,000	24,000	
Ankeny Community Foundation	-	525,822	934,164	73,822	85,164	334,023	248,859	392.21%
Debt Service	2,948,241	3,887,779	3,862,519	3,172,589	3,185,410	3,184,564	(846)	99.97%
Enterprise:								
Solid Waste	96,319	67,932	77,836	49,789	84,630	123,142	38,512	145.51%
Water	4,423,759	5,471,420	6,158,484	5,890,846	5,698,641	6,516,185	817,544	114.35%
Sewer	8,366,699	10,226,987	12,053,234	11,366,223	13,205,725	14,151,724	945,999	107.16%
Storm Water	1,173,028	1,300,311	1,493,616	1,405,192	1,148,354	1,226,426	78,072	106.80%
Golf Course	50,384	158,968	234,003	6,392	188,159	383,526	195,367	203.83%
Capital Project:								
Special Assessments	1,495,866	656,207	718,956	716,207	901,956	938,744	36,788	104.08%
Capital Projects	25,928,050	26,832,321	21,024,530	25,224,583	23,149,827	26,611,971	3,462,144	114.96%
Total Budgeted Funds	\$ 61,004,800	\$ 68,396,876	\$ 68,628,763	\$ 69,213,620	\$ 71,241,376	\$ 80,057,375	\$ 8,815,999	112.37%
Trust & Agency:								
Contractor's Bonds	\$ 57,717	\$ 46,017	\$ 46,017	\$ 46,017	\$ 46,017	\$ 46,017	\$ -	100.00%
Ankeny Community Foundation	190,047	-	-	-	-	-	-	
Internal Service:								
Revolving	272,009	277,832	334,177	307,832	349,177	385,990	36,813	110.54%
Risk Management	543,490	661,920	642,024	661,920	642,024	706,610	64,586	110.06%
Health Insurance	2,333,192	2,053,321	1,936,622	1,581,321	1,640,622	2,006,694	366,072	122.31%
Sustainability Revolving	7,857	11,395	13,798	16,163	16,182	16,202	20	100.12%
Economic Development Revolving	680,737	251,731	208,078	110,776	108,078	211,561	103,483	195.75%
Equipment Reserve	812,366	1,245,966	1,691,287	2,038,216	2,030,480	2,029,828	(652)	99.97%
Total Unbudgeted Funds	\$ 4,897,415	\$ 4,548,182	\$ 4,872,003	\$ 4,762,245	\$ 4,832,580	\$ 5,402,902	\$ 570,322	111.80%
Total All Funds	\$ 65,902,215	\$ 72,945,058	\$ 73,500,766	\$ 73,975,865	\$ 76,073,956	\$ 85,460,277	\$ 9,386,321	112.34%

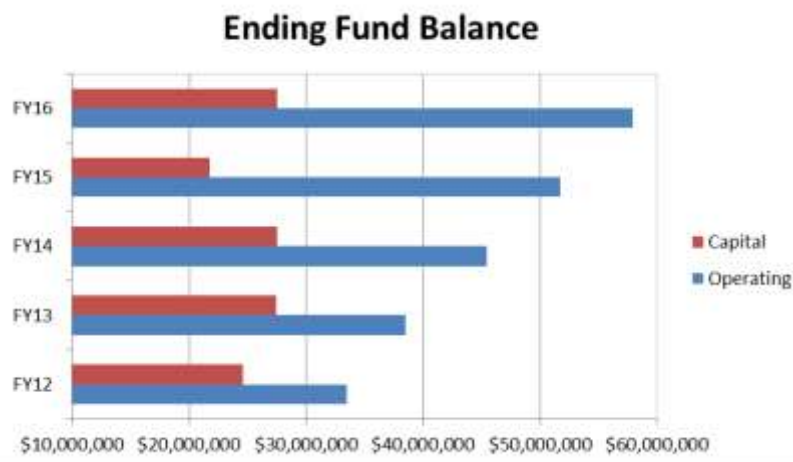
City of Ankeny, Iowa
Revenue Summary by Fund
Fiscal Year 2015/2016

Fund	2012-13 Actual	2013-14 Actual	2014-15 Actual	2015-16 Budget	2015-16 Revised	2015-16 Actual	Over/(Under) Budget	Percent
General:								
General	\$ 22,878,413	\$ 24,017,965	\$ 25,504,097	\$ 25,673,963	\$ 26,787,676	\$ 27,322,650	\$ 534,974	102.00%
Hotel/Motel Tax	10,000	57,506	31,404	26,718	26,718	26,608	(110)	99.59%
Special Revenue:								
Fire Gift	9,675	1,641	3,077	3,000	3,000	1,065	(1,935)	35.50%
Hawkeye Park Player Fees	9,317	10,258	10,525	9,000	10,000	11,229	1,229	112.29%
Police Gift	4	4	6,005	-	21,459	21,479	20	100.09%
Road Use Tax	4,365,201	4,551,533	4,739,730	4,904,455	6,035,845	6,140,426	104,581	101.73%
Police Seizure	41,143	35,867	17,818	18,100	18,100	11,595	(6,505)	64.06%
Tax Increment Financing	5,395,979	5,972,475	6,638,279	7,360,850	7,348,869	7,349,938	1,069	100.01%
Police and Fire Retirement	1,023,352	1,085,986	1,291,756	1,394,013	1,395,013	1,395,945	932	100.07%
Landfill Postclosure	-	290	258	-	-	230	230	
Library Foundation	14,556	10,799	26,254	10,000	12,000	11,365	(635)	94.71%
Park Dedication	3,022	26,945	27,516	600	39,600	95,666	56,066	241.58%
Sports Complex Foundation	3,501	7,335	16,641	4,000	14,000	17,348	3,348	123.91%
Ankeny Garden Club	8,397	1,509	1,171	1,000	1,000	1,773	773	177.30%
Recreation Activities	27,500	20,022	22,500	-	-	-	-	
Dog Park	767	11	1,817	-	100	102	2	102.00%
Keep Ankeny Beautiful	-	-	-	-	-	-	-	
Civic Trust	1,802,970	1,307,219	-	3,525,000	2,455,743	511,004	(1,944,739)	20.81%
Ankeny Community Foundation	-	857,804	804,553	313,000	483,000	529,759	46,759	109.68%
Debt Service	9,729,143	12,058,348	10,694,780	11,490,683	15,595,683	15,594,587	(1,096)	99.99%
Enterprise:								
Solid Waste	563,635	586,527	613,128	675,000	662,000	670,754	8,754	101.32%
Water	9,208,223	11,779,823	8,728,423	9,708,137	9,102,132	9,499,890	397,758	104.37%
Sewer	10,736,269	12,237,498	13,059,457	13,181,279	13,936,749	14,781,219	844,470	106.06%
Storm Water	1,195,957	1,717,492	1,812,912	1,898,529	1,891,752	1,904,842	13,090	100.69%
Golf Course	1,626,132	1,757,338	1,686,056	1,708,000	1,705,000	1,812,940	107,940	106.33%
Capital Project:								
Special Assessments	70,685	160,341	62,749	-	183,000	219,788	36,788	120.10%
Capital Projects	42,013,289	31,053,330	13,668,151	17,700,000	10,998,000	11,278,991	280,991	102.55%
Total Budgeted Revenues	\$ 110,737,130	\$ 109,315,866	\$ 89,469,057	\$ 99,605,327	\$ 98,726,439	\$ 99,211,193	\$ 484,754	100.49%
Trust & Agency:								
Contractor's Bonds	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
Ankeny Community Foundation	758,141	-	-	-	-	-	-	
Internal Service:								
Revolving	1,084,184	1,086,335	995,420	1,188,606	1,144,760	825,410	(319,350)	72.10%
Risk Management	881,508	995,220	980,750	990,000	1,005,000	1,013,872	8,872	100.88%
Health Insurance	2,340,879	2,459,743	2,846,446	2,980,000	3,045,000	3,063,090	18,090	100.59%
Sustainability Revolving	3,854	3,538	2,403	2,384	2,384	2,404	20	100.84%
Economic Development Revolving	1,284	1,112	342,132	-	-	103,483	103,483	
Equipment Reserve	649,639	555,936	484,225	384,451	384,701	383,220	(1,481)	99.62%
Total Unbudgeted Revenues	\$ 5,719,489	\$ 5,101,884	\$ 5,651,376	\$ 5,545,441	\$ 5,581,845	\$ 5,391,479	\$ (190,366)	96.59%
Total All Revenues*	\$ 116,456,619	\$ 114,417,750	\$ 95,120,433	\$ 105,150,768	\$ 104,308,284	\$ 104,602,672	\$ 294,388	100.28%

City of Ankeny, Iowa
Expenditure Summary by Fund
Fiscal Year 2015/2016

Fund	2012-13 Actual	2013-14 Actual	2014-15 Actual	2015-16 Budget	2015-16 Revised	2015-16 Actual	Over/(Under) Budget	Percent
General:								
General	\$ 20,252,156	\$ 21,002,538	\$ 21,829,905	\$ 23,245,224	\$ 23,551,278	\$ 22,223,098	\$ (1,328,180)	94.36%
Hotel/Motel Tax	675,754	738,892	747,671	780,600	893,714	836,177	(57,537)	93.56%
Special Revenue:								
Fire Gift	9,774	2,706	4,000	3,000	3,000	2,333	(667)	77.77%
Hawkeye Park Player Fees	-	3,958	5,807	5,000	5,000	3,823	(1,177)	76.46%
Police Gift	-	-	-	-	27,459	27,460	1	100.00%
Road Use Tax	3,522,747	4,282,923	4,393,183	4,761,475	4,734,104	4,197,341	(536,763)	88.66%
Police Seizure	18,423	37,449	24,927	39,500	43,270	29,184	(14,086)	67.45%
Tax Increment Financing	1,181,360	1,378,315	1,463,925	1,693,702	1,371,571	1,089,372	(282,199)	79.43%
Police and Fire Retirement	1,049,735	1,289,239	1,434,181	1,430,790	1,425,415	1,416,168	(9,247)	99.35%
Landfill Postclosure	-	-	-	-	-	-	-	
Library Foundation	8,407	23,109	21,139	10,000	16,000	9,593	(6,407)	59.96%
Park Dedication	-	-	-	-	-	4,992	4,992	
Sports Complex Foundation	6,900	160	-	-	-	-	-	
Ankeny Garden Club	3,279	5,588	-	2,000	1,000	264	(736)	26.40%
Recreation Activities	35,001	25,001	25,001	-	-	-	-	
Dog Park	12,914	-	-	-	700	675	(25)	96.43%
Keep Ankeny Beautiful	570	-	-	-	-	-	-	
Civic Trust	250,110	25	26	100	100	-	(100)	0.00%
Ankeny Community Foundation	-	161,982	5,350	28,000	7,000	5,462	(1,538)	78.03%
Debt Service	15,238,853	18,582,483	18,299,265	20,595,963	24,919,512	24,919,262	(250)	100.00%
Enterprise:								
Solid Waste	574,774	626,583	610,974	684,937	673,206	637,568	(35,638)	94.71%
Water	7,200,999	10,058,676	6,819,564	8,043,646	7,504,346	7,093,218	(411,128)	94.52%
Sewer	8,217,770	8,734,254	9,500,208	10,222,381	10,309,688	10,216,439	(93,249)	99.10%
Storm Water	400,900	334,810	356,220	499,708	735,619	670,637	(64,982)	91.17%
Golf Course	1,685,853	1,648,754	1,611,021	1,753,323	1,750,844	1,663,417	(87,427)	95.01%
Capital Project:								
Special Assessments	-	-	-	-	-	-	-	
Capital Projects	42,608,653	32,986,345	22,084,803	15,204,300	18,141,000	12,736,098	(5,404,902)	70.21%
Total Budgeted Expenditures	\$ 102,954,932	\$ 101,923,790	\$ 89,237,170	\$ 89,003,649	\$ 96,113,826	\$ 87,782,581	\$ (8,331,245)	91.33%
Trust & Agency:								
Contractor's Bonds	\$ -	\$ 11,700	\$ -	\$ -	\$ -	\$ -	\$ -	
Ankeny Community Foundation	710,772	190,047	-	-	-	-	-	
Internal Service:								
Revolving	995,534	1,080,512	939,075	1,173,606	1,129,760	773,597	(356,163)	68.47%
Risk Management	815,773	876,790	1,000,646	990,000	1,005,000	949,286	(55,714)	94.46%
Health Insurance	2,427,995	2,739,614	2,963,145	3,211,000	3,341,000	2,993,018	(347,982)	89.58%
Sustainability Revolving	24,891	-	-	-	-	-	-	
Economic Development Revolving	341,734	430,118	385,785	-	100,000	100,000	-	100.00%
Equipment Reserve	407,947	122,336	38,904	10,000	45,508	44,679	(829)	98.18%
Total Unbudgeted Expenditures	\$ 5,724,646	\$ 5,451,117	\$ 5,327,555	\$ 5,384,606	\$ 5,621,268	\$ 4,860,580	\$ (760,688)	86.47%
Total All Expenditures*	\$ 108,679,578	\$ 107,374,907	\$ 94,564,725	\$ 94,388,255	\$ 101,735,094	\$ 92,643,161	\$ (9,091,933)	91.06%

The following graph shows the City's ending fund balance, differentiated between operating reserves and capital reserves, for the past five fiscal years:



As compared to budget expectations, the ending fund balance was greater than estimated by \$9,386,321 or 112.34%. Of this amount, \$5,887,389 is attributable to operating funds and \$3,498,932 is attributable to capital funds. Operating reserves finished higher than estimated for various reasons with the largest contributors being the general fund, road use tax fund, tax increment financing fund, water fund, sewer fund and golf course fund.

- The general fund's fund balance exceeded the revised budget by \$1,879,105 or 112.39% due to revenues totaling 102.00% and expenditures totaling 94.36% of the revised budget.
- The road use tax fund's fund balance exceeded the revised budget by \$641,344 or 113.27% due to revenues totaling 101.73% and expenditures totaling 88.66% of the revised budget.
- The tax increment financing fund's fund balance exceeded the revised budget by \$283,268 or 124.74% due to revenues totaling 100.01% and expenditures totaling 79.43% of the revised budget.
- The water fund's fund balance exceeded the revised budget by \$817,544 or 114.35% due to revenues totaling 104.37% and expenditures totaling 94.52% of the revised budget.
- The sewer fund's fund balance exceeded the revised budget by \$945,999 or 107.16% due to revenues totaling 106.06% and expenditures totaling 99.10% of the revised budget.
- The golf course fund's fund balance exceeded the revised budget by \$195,367 or 203.83% due to revenues totaling 106.33% and expenditures totaling 95.01% of the revised budget.

Capital reserves finished above estimates due to timing differences in capital project expenditures.

- The capital project fund's fund balance exceeded the revised budget by \$3,462,144 or 114.96% due to revenues totaling 102.55% and expenditures totaling 70.21% of the revised budget.

Further explanation will be provided in the individual fund analysis.

Major Operating Funds

General Fund

The general fund ended fiscal year 2016 with a fund balance of \$17,041,155, an increase of \$2,081,078. This was \$1,879,105 higher than the revised budget due to greater than projected revenues and lower than projected expenditures.

	2012-13 Actual	2013-14 Actual	2014-15 Actual	2015-16 Budget	2015-16 Revised	2015-16 Actual	Over/(Under) Budget	Percent
Cash Balance, July 1	\$ 8,803,213	\$ 10,477,739	\$ 12,669,357	\$ 13,168,810	\$ 14,960,077	\$ 14,960,077	\$ -	100.00%
Revenues	22,878,413	24,017,965	25,504,097	25,673,963	26,787,676	27,322,650	534,974	102.00%
Transfers In	777,040	778,739	842,283	867,456	865,575	848,638	(16,937)	98.04%
Funds Available	\$ 32,458,666	\$ 35,274,443	\$ 39,015,737	\$ 39,710,229	\$ 42,613,328	\$ 43,131,365	\$ 518,037	101.22%
Expenditures	20,252,156	21,002,538	21,829,905	23,245,224	23,551,278	22,223,098	(1,328,180)	94.36%
Transfers Out	1,728,771	1,602,548	2,225,755	1,725,000	3,900,000	3,867,112	(32,888)	99.16%
Ending Balance, June 30	<u>\$ 10,477,739</u>	<u>\$ 12,669,357</u>	<u>\$ 14,960,077</u>	<u>\$ 14,740,005</u>	<u>\$ 15,162,050</u>	<u>\$ 17,041,155</u>	<u>\$ 1,879,105</u>	<u>112.39%</u>

On the revenue side, general fund revenues finished at 102.00% or \$534,974 greater than the revised budget. Those revenue sources exceeding budget projections were property taxes, licenses and permits, use of money and property, intergovernmental, service charges, special assessments and miscellaneous. Non-property taxes did not meet budget projections.

	2012-13 Actual	2013-14 Actual	2014-15 Actual	2015-16 Budget	2015-16 Revised	2015-16 Actual	Over/(Under) Budget	Percent
Property Taxes	\$ 14,736,095	\$ 15,113,311	\$ 15,516,972	\$ 16,586,114	\$ 16,586,114	\$ 16,586,528	\$ 414	100.00%
Non-Property Taxes	2,542,344	2,772,940	2,944,819	2,977,105	3,076,505	2,953,266	(123,239)	95.99%
Licenses and Permits	1,774,220	1,718,821	1,975,032	1,287,500	1,902,400	2,033,896	131,496	106.91%
Use of Money and Property	367,461	380,924	362,607	361,465	392,887	396,129	3,242	100.83%
Intergovernmental	478,338	506,576	794,627	1,319,838	1,264,398	1,270,535	6,137	100.49%
Service Charges	2,407,479	2,491,557	2,846,019	2,532,541	2,963,572	3,400,220	436,648	114.73%
Special Assessments	1,153	951	2,185	1,000	1,000	1,604	604	160.40%
Miscellaneous	571,323	1,032,885	1,061,836	608,400	600,800	680,472	79,672	113.26%
Total Revenues	<u>\$ 22,878,413</u>	<u>\$ 24,017,965</u>	<u>\$ 25,504,097</u>	<u>\$ 25,673,963</u>	<u>\$ 26,787,676</u>	<u>\$ 27,322,650</u>	<u>\$ 534,974</u>	<u>102.00%</u>
Transfers In	<u>777,040</u>	<u>778,739</u>	<u>842,283</u>	<u>867,456</u>	<u>865,575</u>	<u>848,638</u>	<u>(16,937)</u>	<u>98.04%</u>
Total	<u>\$ 23,655,453</u>	<u>\$ 24,796,704</u>	<u>\$ 26,346,380</u>	<u>\$ 26,541,419</u>	<u>\$ 27,653,251</u>	<u>\$ 28,171,288</u>	<u>\$ 518,037</u>	<u>101.87%</u>

- Licenses and permits totaled \$2,033,896 and exceeded budget projections by \$131,496 due to strong building permit activity. Permit activity for fiscal year 2016 included 934 residential permits valued at \$234 million and 31 commercial permits valued at \$53 million compared to 943 residential permits valued at \$187 million and 27 commercial permits valued at \$34 million for fiscal year 2015.
- Service charges had a significant variance exceeding budget expectations by \$436,648, which can be attributed to ambulance charges, swimming pool passes, swimming pool admissions and plan review fees. Ambulance charges totaled \$1,081,077, exceeding the revised budget estimate by \$81,077 due to call volumes. This is the second fiscal year that ambulance charges have exceeded \$1 million. Swimming pool passes and swimming pool admissions surpassed budget expectations by \$60,698 and \$140,091, respectively. Budget estimates were adjusted for fiscal year 2016 to coincide with the change in school calendar, which delayed the opening of the aquatic centers on a daily basis until June 8. This potential decline in revenues was offset by

a warm June and the acceptance of credit cards. Plan review fees of \$370,369 exceeded the revised budget by \$60,369 due to strong multi-family and commercial building permit activity.

On the expenditure side, general fund expenditures finished at 94.36% of the revised budget and \$1,328,180 below the revised budget. The public safety, culture and recreation, community and economic development and general government activities contributed most significantly to the general fund savings.

	2012-13	2013-14	2014-15	2015-16	2015-16	2015-16	Over/(Under)	
	Actual	Actual	Actual	Budget	Revised	Actual	Budget	Percent
Public Safety	\$ 10,735,377	\$ 11,322,805	\$ 11,792,696	\$ 13,064,765	\$ 13,097,005	\$ 12,489,988	\$ (607,017)	95.37%
Health & Social Services	23,340	21,128	21,517	31,700	31,700	22,075	(9,625)	69.64%
Culture & Recreation	4,488,157	4,689,076	4,980,729	5,136,494	5,398,035	5,000,039	(397,996)	92.63%
Public Works	909,381	321,395	340,552	371,486	371,486	370,986	(500)	99.87%
Community & Economic Development	1,049,836	1,562,546	1,862,034	1,410,436	1,406,697	1,289,743	(116,954)	91.69%
General Government	3,046,065	3,085,588	2,832,377	3,230,343	3,246,355	3,050,267	(196,088)	93.96%
Total Expenditures	\$ 20,252,156	\$ 21,002,538	\$ 21,829,905	\$ 23,245,224	\$ 23,551,278	\$ 22,223,098	\$ (1,328,180)	94.36%
Transfers Out	1,728,771	1,602,548	2,225,755	1,725,000	3,900,000	3,867,112	(32,888)	99.16%
Total	\$ 21,980,927	\$ 22,605,086	\$ 24,055,660	\$ 24,970,224	\$ 27,451,278	\$ 26,090,210	\$ (1,361,068)	95.04%

- Public safety expenditures were significantly under budget projections by \$607,017. These savings were spread across all public safety budget activities (police administration, police operations, police support services, school crossing guards, animal control, emergency preparedness, fire administration, fire suppression, emergency medical services and code enforcement). These savings resulted from reductions in overtime, temporary wages (duty-crew), fuel and natural gas costs. Costs for the purchase of a command vehicle and rapid intervention packs in the fire department will be carried forward to fiscal year 2017.
- Culture and recreation expenditures ended fiscal year 2016 under budget projections by \$397,996. Much of these savings came from the library, park maintenance, aquatic centers and Prairie Ridge Sports Complex budget activities. The library experienced lower than expected temporary wages and building maintenance services, although, building maintenance costs for parking lot repairs will be carried forwarded to fiscal year 2017. The weather did provide some operational savings in park maintenance, aquatic centers and Prairie Ridge Sports Complex. The mild winter resulted in reduced temporary wages, fuel and equipment repairs and maintenance related to snow removal operations and the hot May and June resulted in reduced natural gas and land and tree expenditures.
- Community and economic development expenditures finished under budget projections by \$116,954. This is due to costs included in the fiscal year 2016 budget for the comprehensive plan and retail trade analysis that are being carried forward to fiscal year 2017.
- General government expenditures were under budget by \$196,088. The budget variance was spread across all general government departments (communications, legislative, human resources, policy and administration, city clerk, finance and information technology).

A financial goal of the City is to maintain fund balance of at least 25% of the succeeding year's expenditures. The fiscal year 2016 fund balance totaled 67.25% of fiscal year 2017 estimated expenditures, up from 64.36% in fiscal year 2015. It is important to note that this statistic reflects the City's ability to finance general operations during the months between tax collections. It is a positive indicator to the ratings agencies, such as Moody's Investors Service, of the financial stability of the

organization from year to year. A recommendation is forthcoming for a transfer to the capital projects reserve fund.

Road Use Tax Fund

The road use tax fund ended with a fund balance of \$5,474,782. This was \$1,943,085 higher than last year's ending balance and \$641,344 higher than expected. This is due to the recent 10-cent gas tax increase and the completion of the 2015 special census. These changes boosted revenues from \$4,739,730 in fiscal year 2015 to \$6,140,426 in fiscal year 2016, an increase of \$1,400,696.

Expenditures were lower than expected at 88.66% or \$536,763 less than the revised budget, of which \$640,129 was expended for street lighting, \$1,032,543 for roadway administration, \$1,518,965 for roadway maintenance, \$567,220 for snow and ice control and \$438,484 for traffic safety. The largest budget variance occurred in the roadway maintenance and snow and ice control budget activities. A contributing factor was the low cost of fuel and natural gas. Additionally, the mild winter reduced the cost of overtime, equipment repairs and maintenance and street maintenance supplies.

	2012-13 Actual	2013-14 Actual	2014-15 Actual	2015-16 Budget	2015-16 Revised	2015-16 Actual	Over/(Under) Budget	Percent
Cash Balance, July 1	\$ 2,074,086	\$ 2,916,540	\$ 3,185,150	\$ 2,877,281	\$ 3,531,697	\$ 3,531,697	\$ -	100.00%
Revenues:								
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
Non-Property Taxes	-	-	-	-	-	-	-	
Licenses and Permits	-	-	-	-	-	-	-	
Use of Money & Property	-	-	-	-	-	-	-	
Intergovernmental	4,365,201	4,551,533	4,739,730	4,904,455	6,035,845	6,140,426	104,581	101.73%
Service Charges	-	-	-	-	-	-	-	
Special Assessments	-	-	-	-	-	-	-	
Miscellaneous	-	-	-	-	-	-	-	
Total Revenues	\$ 4,365,201	\$ 4,551,533	\$ 4,739,730	\$ 4,904,455	\$ 6,035,845	\$ 6,140,426	\$ 104,581	101.73%
Transfers In	-	-	-	-	-	-	-	
Funds Available	\$ 6,439,287	\$ 7,468,073	\$ 7,924,880	\$ 7,781,736	\$ 9,567,542	\$ 9,672,123	\$ 104,581	101.09%
Expenditures:								
Street Lighting	\$ -	\$ 666,199	\$ 644,499	\$ 740,000	\$ 716,000	\$ 640,129	\$ (75,871)	89.40%
Roadway Administration	731,093	914,416	995,589	1,058,169	1,084,510	1,032,543	(51,967)	95.21%
Roadway Maintenance	1,544,947	1,685,368	1,581,699	1,729,967	1,684,376	1,518,965	(165,411)	90.18%
Snow & Ice Control	757,967	572,382	650,008	746,988	762,571	567,220	(195,351)	74.38%
Traffic Safety	488,740	444,558	521,388	486,351	486,647	438,484	(48,163)	90.10%
Total Expenditures	\$ 3,522,747	\$ 4,282,923	\$ 4,393,183	\$ 4,761,475	\$ 4,734,104	\$ 4,197,341	\$ (536,763)	88.66%
Transfers Out	-	-	-	-	-	-	-	
Ending Balance, June 30	\$ 2,916,540	\$ 3,185,150	\$ 3,531,697	\$ 3,020,261	\$ 4,833,438	\$ 5,474,782	\$ 641,344	113.27%

The following graph depicts the road use tax fund's revenue and expenditure trends over the past five fiscal years:

The road use tax fund is in a strong financial position. Furthermore, the fiscal year 2017 budget took the first step in making a transfer to the capital projects fund to pay for projects with cash versus borrowing, reducing reliance on debt.



Tax Increment Financing Fund

The tax increment financing (TIF) fund's ending fund balance increased by \$276,884 from \$1,151,414 to \$1,428,298, due to lower than estimated rebate payments. A portion of these additional funds has been requested in advance to provide the ability to make rebate payments after the expiration of the urban renewal area.

	2012-13 Actual	2013-14 Actual	2014-15 Actual	2015-16 Budget	2015-16 Revised	2015-16 Actual	Over/(Under) Budget	Percent
Cash Balance, July 1	\$ 855,490	\$ 794,457	\$ 1,032,768	\$ 627,736	\$ 1,151,414	\$ 1,151,414	\$ -	100.00%
Revenues:								
Property Taxes	\$ 5,390,846	\$ 5,967,227	\$ 6,632,630	\$ 7,355,850	\$ 7,343,869	\$ 7,343,602	\$ (267)	100.00%
Non-Property Taxes	-	-	-	-	-	-	-	
Licenses and Permits	-	-	-	-	-	-	-	
Use of Money & Property	5,133	5,248	5,649	5,000	5,000	6,336	1,336	126.72%
Intergovernmental	-	-	-	-	-	-	-	
Service Charges	-	-	-	-	-	-	-	
Special Assessments	-	-	-	-	-	-	-	
Miscellaneous	-	-	-	-	-	-	-	
Total Revenues	\$ 5,395,979	\$ 5,972,475	\$ 6,638,279	\$ 7,360,850	\$ 7,348,869	\$ 7,349,938	\$ 1,069	100.01%
Transfers In	-	-	-	-	-	-	-	
Funds Available	\$ 6,251,469	\$ 6,766,932	\$ 7,671,047	\$ 7,988,586	\$ 8,500,283	\$ 8,501,352	\$ 1,069	100.01%
Expenditures:								
Community & Economic Development:								
Personal Services	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
Contractual Services	859,229	1,056,184	800,060	1,371,571	1,371,571	1,089,372	(282,199)	79.43%
Commodities	-	-	-	-	-	-	-	
Capital Outlay	-	-	-	-	-	-	-	
Debt Service	322,131	322,131	663,865	322,131	-	-	-	
Total Expenditures	\$ 1,181,360	\$ 1,378,315	\$ 1,463,925	\$ 1,693,702	\$ 1,371,571	\$ 1,089,372	\$ (282,199)	79.43%
Transfers Out	4,275,652	4,355,849	5,055,708	5,758,148	5,983,682	5,983,682	-	100.00%
Ending Balance, June 30	\$ 794,457	\$ 1,032,768	\$ 1,151,414	\$ 536,736	\$ 1,145,030	\$ 1,428,298	\$ 283,268	124.74%

Rebate payments are affected by changes in property valuation, consolidated tax rate and TIF tax rate all projected prior to the certification of the budget. It is important to note that the TIF fund is a flow-through fund where the fund balance often fluctuates.

Debt Service Fund

The debt service fund ended with a fund balance of \$3,184,564. This is \$677,955 less than last year's ending fund balance and \$846 less than the estimated ending fund balance. The planned decrease in fund balance results from debt service payments, principal and interest, being greater than revenues generated from the debt service levy of \$4.25 per \$1,000 of taxable valuation.

The budget variance is largely due to property taxes, mobile home taxes, utility tax replacement and commercial and industrial tax replacement and paying agent fees coming in under budget. Interest income did exceed budget expectations.

	2012-13 Actual	2013-14 Actual	2014-15 Actual	2015-16 Budget	2015-16 Revised	2015-16 Actual	Over/(Under) Budget	Percent
Cash Balance, July 1	\$ 2,465,743	\$ 2,948,241	\$ 3,887,779	\$ 3,856,683	\$ 3,862,519	\$ 3,862,519	\$ -	100.00%
Revenues								
Property Taxes	\$ 9,596,764	\$ 9,938,285	\$ 10,346,598	\$ 10,966,864	\$ 10,966,864	\$ 10,966,045	\$ (819)	99.99%
Non-Property Taxes	132,379	134,957	165,330	141,540	141,540	141,337	(203)	99.86%
Licenses and Permits	-	-	-	-	-	-	-	
Use of Money & Property	-	10,106	10,973	11,000	11,000	11,509	509	104.63%
Intergovernmental	-	-	171,879	371,279	371,279	370,696	(583)	99.84%
Service Charges	-	-	-	-	-	-	-	
Special Assessments	-	-	-	-	-	-	-	
Miscellaneous	-	-	-	-	-	-	-	
Bond Proceeds	-	1,975,000	-	-	4,105,000	4,105,000	-	100.00%
Total Revenues	\$ 9,729,143	\$ 12,058,348	\$ 10,694,780	\$ 11,490,683	\$ 15,595,683	\$ 15,594,587	\$ (1,096)	99.99%
Transfers In	5,992,208	7,463,673	7,579,225	8,421,186	8,646,720	8,646,720	-	100.00%
Funds Available	\$ 18,187,094	\$ 22,470,262	\$ 22,161,784	\$ 23,768,552	\$ 28,104,922	\$ 28,103,826	\$ (1,096)	100.00%
Expenditures								
Personal Services	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
Contractual Services	5,750	6,500	6,500	7,000	7,000	6,750	(250)	96.43%
Commodities	-	-	-	-	-	-	-	
Capital Outlay	-	-	-	-	-	-	-	
Debt Service:								
Principal	11,161,000	14,019,000	13,219,000	15,503,000	19,863,000	19,863,000	-	100.00%
Interest	4,072,103	4,556,983	5,073,765	5,085,963	5,049,512	5,049,512	-	100.00%
Total Expenditures	15,238,853	\$ 18,582,483	\$ 18,299,265	\$ 20,595,963	\$ 24,919,512	\$ 24,919,262	\$ (250)	100.00%
Transfers Out	-	-	-	-	-	-	-	
Ending Balance, June 30	\$ 2,948,241	\$ 3,887,779	\$ 3,862,519	\$ 3,172,589	\$ 3,185,410	\$ 3,184,564	\$ (846)	99.97%

During fiscal year 2016, the City issued the following bonds:

- \$13,090,000 in General Obligation Refunding Bonds, Series 2016A to crossover advance refund General Obligation Refunding Bonds, Series 2009B, resulting in net present value savings of \$1,042,750
- \$13,000,000 in General Obligation Bonds, Series 2016B to fund the 2016 Capital Improvement Program and current refund General Obligation Refunding Bonds, Series, 2008B, resulting in net present value savings of \$263,578

We continue to make great progress in reducing the City's debt burden. The fiscal year 2017 budget shows a sizable reduction in the constitutional debt limit, addresses facility needs, reduces borrowing for capital projects through the use of road use taxes and eliminates the \$5 million cap on debt service funded capital improvement projects. The most notable accomplishment was the bond rating received from Moody's Investors Service, which upgraded the City's general obligation bonds not subject to annual appropriation from Aa2 to Aa1 and general obligation bonds subject to annual appropriation from A1 to A3.

Solid Waste Fund

The solid waste fund ended fiscal year 2016 with a fund balance of \$123,142, an increase of \$45,306. This increase was \$38,512 more than budget expectations. Revenues were over budget by \$8,754 due to customer growth. Expenditures were under budget by \$35,638 due to a reduction in consulting and management costs related to the monitoring of the remediated landfill site and overtime for special programs, such as the leaf drop off, spring clean-up, tree and branch recycling and Christmas tree recycling. Additionally, transfers in were under budget by \$5,880 due to lower than expected maintenance at the remediated landfill. The transfer in represents John Deere Des Moines Work's share of the landfill remediation costs.

	2012-13 Actual	2013-14 Actual	2014-15 Actual	2015-16 Budget	2015-16 Revised	2015-16 Actual	Over/(Under) Budget	Percent
Cash Balance, July 1	\$ 96,978	\$ 96,319	\$ 67,932	\$ 41,726	\$ 77,836	\$ 77,836	\$ -	100.00%
Revenues:								
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
Non-Property Taxes	-	-	-	-	-	-	-	
Licenses and Permits	-	-	-	-	-	-	-	
Use of Money & Property	-	115	105	-	-	140	140	
Intergovernmental	2,820	-	-	-	-	-	-	
Service Charges	560,815	586,412	613,023	675,000	662,000	670,614	8,614	101.30%
Special Assessments	-	-	-	-	-	-	-	
Miscellaneous	-	-	-	-	-	-	-	
Total Revenues	\$ 563,635	\$ 586,527	\$ 613,128	\$ 675,000	\$ 662,000	\$ 670,754	\$ 8,754	101.32%
Transfers In	10,480	11,669	7,750	18,000	18,000	12,120	(5,880)	67.33%
Funds Available	\$ 671,093	\$ 694,515	\$ 688,810	\$ 734,726	\$ 757,836	\$ 760,710	\$ 2,874	100.38%
Expenditures:								
Personal Services	\$ 42,408	\$ 36,027	\$ 17,163	\$ 46,437	\$ 43,706	\$ 24,458	\$ (19,248)	55.96%
Contractual Services	532,366	590,556	593,811	638,500	629,500	613,110	(16,390)	97.40%
Commodities	-	-	-	-	-	-	-	
Capital Outlay	-	-	-	-	-	-	-	
Debt Service	-	-	-	-	-	-	-	
Total Expenditures	\$ 574,774	\$ 626,583	\$ 610,974	\$ 684,937	\$ 673,206	\$ 637,568	\$ (35,638)	94.71%
Transfers Out	-	-	-	-	-	-	-	
Ending Balance, June 30	\$ 96,319	\$ 67,932	\$ 77,836	\$ 49,789	\$ 84,630	\$ 123,142	\$ 38,512	145.51%

Water Fund

The water fund ended fiscal year 2016 with a fund balance of \$6,516,185. This is \$357,701 higher than fiscal year 2015 and \$817,544 higher than the estimated ending fund balance. Revenues totaled

\$9,499,890 and were \$397,758 higher than revised budget projections due to increased water usage during the months of May and June.

Expenditures totaled \$7,093,218 and were \$411,128 less than the revised budget, with expenditures totaling \$96,703 for water deposits, \$4,723,837 for water administration, \$1,370,334 for water maintenance and \$902,344 for water sinking. The budget activities with the largest variance from expectations were water administration and water maintenance, spending \$276,449 and \$146,382 less than budgeted. These variances are reflected in the areas of consulting and management, water purchased, fuel and water meter maintenance supplies. Additionally, expenditures for the joint water storage and distribution system study are being carried forward to fiscal year 2017.

	2012-13 Actual	2013-14 Actual	2014-15 Actual	2015-16 Budget	2015-16 Revised	2015-16 Actual	Over/(Under) Budget	Percent
Cash Balance, July 1	\$ 3,643,843	\$ 4,423,759	\$ 5,471,420	\$ 6,059,200	\$ 6,158,484	\$ 6,158,484	\$ -	100.00%
Revenues								
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
Non-Property Taxes	-	-	-	-	-	-	-	
Licenses and Permits	-	-	-	-	-	-	-	
Use of Money & Property	79,535	64,841	58,640	60,877	60,877	73,111	12,234	120.10%
Intergovernmental	-	-	-	-	-	-	-	
Service Charges	8,375,735	8,929,936	7,883,872	8,978,260	8,178,255	8,504,656	326,401	103.99%
Special Assessments	-	-	-	-	-	-	-	
Miscellaneous	752,953	855,597	785,911	669,000	863,000	922,123	59,123	106.85%
Bond Proceeds	-	1,929,449	-	-	-	-	-	
Total Revenues	\$ 9,208,223	\$11,779,823	\$ 8,728,423	\$ 9,708,137	\$ 9,102,132	\$ 9,499,890	\$ 397,758	104.37%
Transfers In	30,618	30,260	257	-	-	378	378	
Funds Available	\$12,882,684	\$16,233,842	\$14,200,100	\$15,767,337	\$15,260,616	\$15,658,752	\$ 398,136	102.61%
Expenditures:								
Water Deposits	\$ 46,135	\$ 65,110	\$ 80,270	\$ 80,000	\$ 85,000	96,703	\$ 11,703	113.77%
Water Administration	4,835,196	4,855,873	4,432,265	5,572,771	5,000,286	4,723,837	(276,449)	
Water Maintenance	1,284,925	1,246,152	1,335,387	1,488,531	1,516,716	1,370,334	(146,382)	
Water Sinking	1,034,743	3,891,541	971,642	902,344	902,344	902,344	-	100.00%
Total Expenditures	\$ 7,200,999	\$10,058,676	\$ 6,819,564	\$ 8,043,646	\$ 7,504,346	\$ 7,093,218	\$ (411,128)	94.52%
Transfers Out	1,257,926	703,746	1,222,052	1,832,845	2,057,629	2,049,349	(8,280)	99.60%
Ending Balance, June 30	\$ 4,423,759	\$ 5,471,420	\$ 6,158,484	\$ 5,890,846	\$ 5,698,641	\$ 6,516,185	\$ 817,544	114.35%

Sewer Fund

The sewer fund ended fiscal year 2016 with a fund balance of \$14,151,724, an increase of \$2,098,490. Revenues contributed heavily to this increase coming in at 106.06% or \$844,470 higher than the revised budget. The largest variance from budget estimates included sewer usage at \$280,488, hook up fees at \$301,956 and availability fees at \$205,268. These increases are largely due to growth in customers and one-time hook up charges collected as a part of building permit fees.

Sewer usage revenue does not generally fluctuate as greatly as water usage revenue. The reason for this is that resident's sewer charges are based on the average usage of water during the winter and not on actual water usage. In addition, many commercial customers utilize irrigation meters in the summer to avoid paying sewer charges on top of the water charges for watering their lawns.

Expenditures totaled \$10,216,439 and were \$93,249 less than the revised budget, with expenditures totaling \$7,895,388 for sewer administration, \$937,832 for sewer maintenance and \$1,383,219 for sewer sinking.

	2012-13 Actual	2013-14 Actual	2014-15 Actual	2015-16 Budget	2015-16 Revised	2015-16 Actual	Over/(Under) Budget	Percent
Cash Balance, July 1	\$ 7,530,029	\$ 8,366,699	\$ 10,226,987	\$ 11,269,611	\$ 12,053,234	\$ 12,053,234	\$ -	100.00%
Revenues								
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
Non-Property Taxes	-	-	-	-	-	-	-	
Licenses and Permits	1,500	396	-	-	-	-	-	
Use of Money & Property	9,567	9,590	8,257	8,000	12,000	12,413	413	103.44%
Intergovernmental	-	-	-	-	-	-	-	
Service Charges	10,453,303	11,940,342	12,850,910	12,980,279	13,731,749	14,522,033	790,284	105.76%
Special Assessments	-	-	-	-	-	-	-	
Miscellaneous	271,899	287,170	200,290	193,000	193,000	246,773	53,773	127.86%
Total Revenues	\$ 10,736,269	\$ 12,237,498	\$ 13,059,457	\$ 13,181,279	\$ 13,936,749	\$ 14,781,219	\$ 844,470	106.06%
Transfers In	30,000	30,000	-	-	-	-	-	
Funds Available	\$ 18,296,298	\$ 20,634,197	\$ 23,286,444	\$ 24,450,890	\$ 25,989,983	\$ 26,834,453	\$ 844,470	103.25%
Expenditures:								
Enterprise:								
Sewer Administration	\$ 4,922,951	\$ 6,131,848	\$ 7,144,893	\$ 7,821,246	\$ 7,906,166	\$ 7,895,388	\$ (10,778)	99.86%
Sewer Maintenance	1,372,085	1,260,018	1,069,730	1,017,916	1,020,303	937,832	(82,471)	91.92%
Sewer Sinking	1,922,734	1,342,388	1,285,585	1,383,219	1,383,219	1,383,219	-	100.00%
Total Expenditures	\$ 8,217,770	\$ 8,734,254	\$ 9,500,208	\$ 10,222,381	\$ 10,309,688	\$ 10,216,439	\$ (93,249)	99.10%
Transfers Out	1,711,829	1,672,956	1,733,002	2,862,286	2,474,570	2,466,290	(8,280)	99.67%
Ending Balance, June 30	\$ 8,366,699	\$ 10,226,987	\$ 12,053,234	\$ 11,366,223	\$ 13,205,725	\$ 14,151,724	\$ 945,999	107.16%

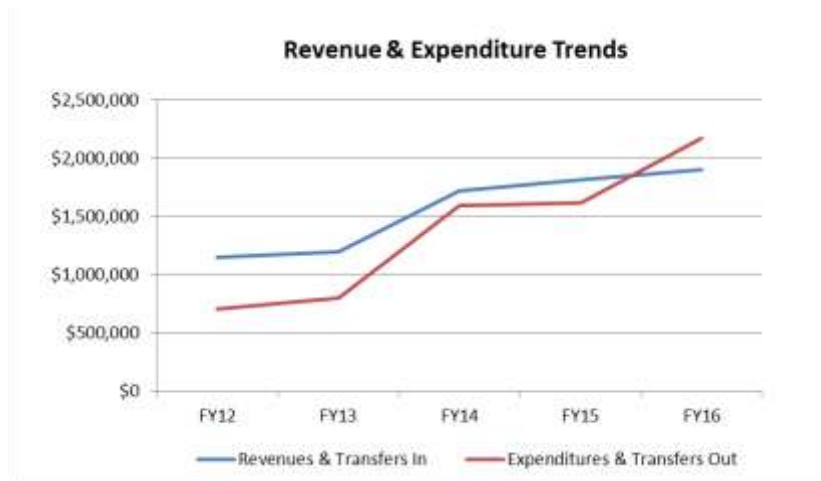
Storm Water Fund

The storm water fund ended fiscal year 2016 with a fund balance of \$1,226,426, a decrease of \$267,190. Revenues came in at 100.69% of revised projections due to grading permits and storm water fees exceeding budget projections by \$5,241 and \$7,484.

Expenditures came in at 91.17% or \$64,982 under budget due to reduced land and tree services related to green infrastructure maintenance (controlled burns, native planting maintenance and detention basin mowing) and fuel costs. Expenditures for storm water administration totaled \$538,297 and street cleaning totaled \$132,340. The fund also transferred \$1,501,395 to provide annual funding for storm water projects and abate debt service payments for storm water projects.

	2012-13 Actual	2013-14 Actual	2014-15 Actual	2015-16 Budget	2015-16 Revised	2015-16 Actual	Over/(Under) Budget	Percent
Cash Balance, July 1	\$ 781,706	\$ 1,173,028	\$ 1,300,311	\$ 1,432,766	\$ 1,493,616	\$ 1,493,616	\$ -	100.00%
Revenues:								
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
Non-Property Taxes	-	-	-	-	-	-	-	
Licenses and Permits	9,509	17,364	9,987	10,000	10,000	15,241	5,241	152.41%
Use of Money & Property	-	2,977	3,082	3,000	3,000	3,064	64	102.13%
Intergovernmental	15,242	-	-	-	-	-	-	
Service Charges	1,154,145	1,670,623	1,771,574	1,856,529	1,849,752	1,857,236	7,484	100.40%
Special Assessments	-	-	-	-	-	-	-	
Miscellaneous	17,061	26,528	28,269	29,000	29,000	29,301	301	101.04%
Total Revenues	\$ 1,195,957	\$ 1,717,492	\$ 1,812,912	\$ 1,898,529	\$ 1,891,752	\$ 1,904,842	\$ 13,090	100.69%
Transfers In	-	-	-	-	-	-	-	
Funds Available	\$ 1,977,663	\$ 2,890,520	\$ 3,113,223	\$ 3,331,295	\$ 3,385,368	\$ 3,398,458	\$ 13,090	100.39%
Expenditures:								
Storm Water Administration	\$ 274,388	\$ 212,655	\$ 213,055	\$ 364,398	\$ 592,633	\$ 538,297	\$ (54,336)	90.83%
Street Cleaning	126,512	122,155	143,165	135,310	142,986	132,340	(10,646)	92.55%
Total Expenditures	\$ 400,900	\$ 334,810	\$ 356,220	\$ 499,708	\$ 735,619	\$ 670,637	\$ (64,982)	91.17%
Transfers Out	403,735	1,255,399	1,263,387	1,426,395	1,501,395	1,501,395	-	100.00%
Ending Balance, June 30	\$ 1,173,028	\$ 1,300,311	\$ 1,493,616	\$ 1,405,192	\$ 1,148,354	\$ 1,226,426	\$ 78,072	106.80%

The following graph depicts the storm water fund's revenue and expenditure trends over the past five fiscal years:



As shown above, revenues and expenditures increased dramatically in fiscal year 2014 due to an increase in the storm water rate of \$1.50 per Equivalent Residential Unit (ERU) to meet debt obligations. Expenditures exceeded revenues in fiscal year 2016, to fund a one-time maintenance project not previously planned.

Golf Course Fund

The golf course ended fiscal year 2016 with a fund balance of \$383,526, which was greater than projected by \$195,367. On the revenue side, golf course revenues totaled \$1,812,940 and finished at 106.33% or \$107,940 greater than the revised budget. On the expenditure side, golf course expenditures totaled \$1,663,417, with \$474,491 for maintenance, \$724,378 for pro shop and \$464,548

for banquet services. These activities finished under budget by \$43,455, \$3,926 and \$40,046, respectively.

	2012-13 Actual	2013-14 Actual	2014-15 Actual	2015-16 Budget	2015-16 Revised	2015-16 Actual	Over/(Under) Budget	Percent
Cash Balance, July 1	\$ 56,925	\$ 50,384	\$ 158,968	\$ 51,715	\$ 234,003	\$ 234,003	\$ -	100.00%
Revenues								
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
Non-Property Taxes	-	-	-	-	-	-	-	
Licenses and Permits	-	-	-	-	-	-	-	
Use of Money & Property	38,924	32,773	38,361	37,000	40,000	50,064	10,064	125.16%
Intergovernmental	-	-	100	-	-	-	-	
Service Charges	919,656	1,025,700	989,829	983,000	995,000	1,052,432	57,432	105.77%
Special Assessments	-	-	-	-	-	-	-	
Miscellaneous	667,552	698,865	657,766	688,000	670,000	710,444	40,444	106.04%
Total Revenues	\$ 1,626,132	\$ 1,757,338	\$ 1,686,056	\$ 1,708,000	\$ 1,705,000	\$ 1,812,940	\$ 107,940	106.33%
Transfers In	53,180	-	-	-	-	-	-	
Funds Available	\$ 1,736,237	\$ 1,807,722	\$ 1,845,024	\$ 1,759,715	\$ 1,939,003	\$ 2,046,943	\$ 107,940	105.57%
Expenditures:								
Maintenance	\$ 594,374	\$ 559,664	\$ 507,659	\$ 516,844	\$ 517,946	\$ 474,491	\$ (43,455)	91.61%
Pro Shop	688,413	650,979	666,218	731,129	728,304	724,378	(3,926)	99.46%
Banquet Services	403,066	438,111	437,144	505,350	504,594	464,548	(40,046)	92.06%
Total Expenditures	\$ 1,685,853	\$ 1,648,754	\$ 1,611,021	\$ 1,753,323	\$ 1,750,844	\$ 1,663,417	\$ (87,427)	95.01%
Transfers Out	-	-	-	-	-	-	-	
Ending Balance, June 30	\$ 50,384	\$ 158,968	\$ 234,003	\$ 6,392	\$ 188,159	\$ 383,526	\$ 195,367	203.83%

The following graph depicts the golf course fund's revenue and expenditure trends over the past five fiscal years:



As shown above, fiscal year 2016 represents the strongest year from a revenue and expenditure standpoint. The course generated profits of \$63,023, \$108,584, \$75,035 and \$149,523 in fiscal years 2012, 2014, 2015 and 2016 and a loss of \$59,721 in fiscal year 2013. The weather remains the biggest challenge in generating consistent revenues.

Summary

The Cash Basis Financial Report is meant to provide an overall financial perspective as we approach strategic planning and fiscal year 2018 budget discussions.

Respectfully submitted,

A handwritten signature in cursive script that reads "Jennifer Sease".

Jennifer Sease
Administrative Services Director

A handwritten signature in cursive script that reads "Annette Graeve".

Annette Graeve
Finance Officer